

TO: James L. App, City Manager
FROM: Meg Williamson, Assistant to the City Manager
SUBJECT: State Grant Funding Application - Airport Improvement Project
DATE: September 20, 2005

NEEDS: For the City Council to approve a resolution authorizing and supporting a grant application for supplemental Airport Improvement Project funding from California Department of Transportation (CalTrans).

FACTS:

1. The current Airport Improvement Project is approved and underway, at a total cost of \$1,081,242.
2. The majority of the project is funded by grants from the FAA and from the State (CalTrans) Aeronautics Program. The initial FAA grant was for \$554,500 and the initial State grant was for \$27,725 (all previously approved and accepted by the City Council).
3. The City recently received and accepted a secondary FAA grant for \$329,300 to fund the gap in construction bid costs. The City is now eligible for a supplemental matching grant from the State for \$16,465 (5% of the FAA grant).
4. The project also includes waterline improvements which are funded by the City's water enterprise fund in the amount of \$110,000.
5. The portions not covered by these combined grants and water funding become the City's Airport Enterprise Fund share of the improvement project. Currently that unfunded amount is \$59,717. Receipt of the secondary State funding would reduce the City's share to \$43,252.

**ANALYSIS
AND**

CONCLUSION: This project was originally approved and funded based on reliable cost estimates and planning. The actual construction bid amount was much higher due to the recent increases in cost – particularly those associated with petroleum. The FAA approved the City's request for additional funding of \$329,300 to cover the increased cost. The City is now eligible to apply to the State for an additional match in the amount of \$16,465. CalTrans requires specific authorization by City Council Resolution as part of the application process.

POLICY

REFERENCE: Approved Four-Year Capital Improvement Program.

**FISCAL
IMPACT:**

The total project cost of \$1,081,242 is currently funded by Federal, State and other outside sources in the amount of \$1,021,525. The remaining City share of \$59,717, funded from the Airport Enterprise Fund, will be reduced by \$16,465 with the receipt of this State grant funding.

OPTIONS:

- A. Approve Resolution No. 05-xxx, supporting a grant application to Caltrans, Division of Aeronautics for \$16,465 for Airport Capital Improvements.
- B. Amend, modify, or reject the above option.

Attachments (1):

1. Resolution

RESOLUTION NO. 05-

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PASO ROBLES
AUTHORIZING AN APPLICATION FOR GRANT FUNDING FROM THE
CALIFORNIA DEPARTMENT OF TRANSPORTATION (CALTRANS) -
AID TO AIRPORTS PROGRAM FOR AIRPORT IMPROVEMENTS

WHEREAS, the City of El Paso de Robles continues to operate, maintain and develop the Paso Robles Municipal Airport for the service and benefit of the community; and

WHEREAS, the ongoing effort includes the current project of rehabilitation and slurry seal coating of airport operating areas, and

WHEREAS, said project is funded from a number of resources available to the City for the continued maintenance and development programs necessary.

THEREFORE, BE IT RESOLVED AS FOLLOWS:

SECTION 1. That the City Council of the City of Paso Robles does hereby support and authorize the submission of a grant application to the State of California, Aeronautics Program for supplemental grant funding to match Federal grant No. AIP 3-06-0184-17 for airport parking and taxiway area rehabilitation.

SECTION 2. That the City Council of the City of Paso Robles does hereby authorize the execution of the grant program documents as required.

ADOPTED by the City Council of the City of El Paso de Robles at a regular meeting of said Council held on the 20th day of September 2005 by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST:

Frank R. Mecham, Mayor

Sharilyn M. Ryan, Deputy City Clerk